

Tokyo, January 29, 2021

SHIMIZU CORPORATION

Consolidated Financial Report [Japanese GAAP]

For the nine months ended December 31, 2020



Shares Listed: First section of the Tokyo Stock Exchange and Nagoya Stock Exchange
 Stock Code: 1803
 URL: <https://www.shimz.co.jp/en/>
 Representative: Kazuyuki Inoue, President and Director
 Inquiries: Michiho Yamaguchi, General Manager, Accounting Department
 TEL: +81-3-3561-1111

Scheduled date to file quarterly securities report: February 1, 2021
 Supplementary documents on quarterly financial results: Yes (in Japanese)
 Holding of financial results presentation: Yes (for analysts and institutional investors)

1. Consolidated Financial Highlights

(Yen amounts have been rounded down to the nearest million)

(1) Consolidated Results of Operations

(Percentage figures are changes from the same period in the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income attributable to shareholders of the Corporation (Millions of Yen)	
Nine months ended December 31, 2020	1,030,579	(16.8%)	70,619	(27.2%)	75,169	(27.4%)	55,217	(25.2%)
Nine months ended December 31, 2019	1,238,776	7.7%	97,057	24.3%	103,522	24.9%	73,853	28.4%

	Net Income per share (Yen)	Diluted Net Income per share (Yen)
Nine months ended December 31, 2020	72.38	72.38
Nine months ended December 31, 2019	95.42	95.42

(2) Consolidated Financial Position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Shareholders' Equity attributable to shareholders of the Corporation (Millions of Yen)	Ratio of Shareholders' Equity attributable to shareholders of the Corporation
As of December 31, 2020	1,858,592	780,808	774,961	41.7%
As of March 31, 2020	1,904,934	736,412	730,479	38.3%

2. Dividends

	End of 1Q (Yen)	End of 2Q (Yen)	End of 3Q (Yen)	Year-End (Yen)	Total (Yen)
Year ended March 31, 2020	—	18.00	—	20.00	38.00
Year ending March 31, 2021	—	12.00	—		
Year ending March 31, 2021(Forecast)				12.00	24.00

(Note) Revision of the forecasts of cash dividends since the latest announcement: None

End of 2Q dividend of 18.00Yen for Year ended March 31, 2020 includes a special dividend of 8.00Yen.

Year-End dividend of 20.00Yen for Year ended March 31, 2020 includes a special dividend of 10.00Yen.

End of 2Q dividend of 12.00Yen for Year ending March 31, 2021 and Year-End dividend of 12.00Yen for Year ending March 31, 2021 (forecast) include a special dividend of 2.00Yen each.

3. Forecast of Consolidated Results of Operations for the Fiscal Year Ending March 2021 (From April 1, 2020 to March 31, 2021)

(Percentage figures are changes from the same period in the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income attributable to shareholders of the Corporation (Millions of Yen)		Net Income per share (Yen)
Year ending March 31, 2021	1,485,000	(12.6%)	82,500	(38.4%)	84,000	(39.1%)	61,000	(38.4%)	79.96

(Note) Revision of the forecasts of consolidated results since the latest announcement: None

Explanatory Notes

(1) Changes in major subsidiaries during the period : None

(2) Adoption of accounting methods specific to the preparation of quarterly consolidated financial statements : Yes

(3) Changes in accounting policies and in accounting estimates, and restatements

① Changes in accounting policies due to amendment of accounting standards : None

② Changes in accounting policies other than ① above : None

③ Changes in accounting estimates : None

④ Restatements : None

(4) Number of shares issued (Common stock)

① Number of issued shares at the end of the period (including treasury stock)

Third Quarter of FY2020 ended December 31, 2020	788,514,613	FY2019 ended March 31, 2020	788,514,613
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② Number of treasury stocks at the end of the period

Third Quarter of FY2020 ended December 31, 2020	25,660,135	FY2019 ended March 31, 2020	25,658,204
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③ Average number of shares issued during the period

Third Quarter of FY2020 ended December 31, 2020	762,855,475	Third Quarter of FY2019 ended December 31, 2019	773,976,215
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This report is not subject to quarterly review procedures by certified public accountants or audit firms.

Explanation regarding appropriate use of forecasts, and other specific comments

The forecast figures are based on the information that the Company is able to obtain at the present point. However, actual results may be different due to various factors, including, but not limited to, changes in the future economic conditions.

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PERFORMANCE RESULTS

(1) Consolidated

(Billions of Yen)

	Current Third Quarter		Previous Third Quarter		Increase (Decrease)		Forecast [From:Apr 1, 2020 To :Mar 31, 2021]	Progress (%)
	[From:Apr 1, 2020 To :Dec 31, 2020]		[From:Apr 1, 2019 To :Dec 31, 2019]			Rate(%)		
Construction Contracts	925.4		1,097.8		(172.3)	(15.7)	1,320.0	70.1
Gross Profit	12.5% 116.1		12.9% 141.0		(24.9)	(17.7)	11.2% 148.0	78.5
Real Estate and Other	105.1		140.9		(35.8)	(25.4)	165.0	63.7
Gross Profit	16.1% 16.9		13.9% 19.6		(2.7)	(13.8)	14.8% 24.5	69.1
Net Sales	1,030.5		1,238.7		(208.1)	(16.8)	1,485.0	69.4
Gross Profit	12.9% 133.0		13.0% 160.7		(27.6)	(17.2)	11.6% 172.5	77.1
S, G & A Expenses	62.4		63.6		(1.2)	(1.9)	90.0	69.4
Operating Income	6.9% 70.6		7.8% 97.0		(26.4)	(27.2)	5.6% 82.5	85.6
Net Financial Revenue	2.9		5.3		(2.4)	(45.3)	1.0	—
Others	1.5		1.0		0.5	49.6	0.5	—
Ordinary Income	7.3% 75.1		8.4% 103.5		(28.3)	(27.4)	5.7% 84.0	89.5
Special Gains (Losses)	5.1		6.6		(1.5)	(22.6)	5.0	—
Income Before Taxes	80.3		110.1		(29.8)	(27.1)	89.0	90.3
Income Taxes	25.0		36.3		(11.3)	(31.2)	28.0	—
Net Income Attributable to Non-Controlling Interests	0.0		(0.0)		0.1	—	0.0	—
Net Income Attributable to Shareholders of the Corporation	5.4% 55.2		6.0% 73.8		(18.6)	(25.2)	4.1% 61.0	90.5

(Consolidated)	Current Third Quarter		Previous Fiscal Year		Increase(Decrease)	
	[Dec 31, 2020]		[Mar 31, 2020]			Rate(%)
Interest-bearing Debt	475.4		441.3		34.1	7.7
[Nonrecourse Borrowings and Bonds]	[99.0]		[78.1]		[20.9]	[26.8]

(2) Nonconsolidated

(Billions of Yen)

	Current Third Quarter		Previous Third Quarter		Increase (Decrease)		Forecast [From:Apr 1, 2020 To :Mar 31, 2021]	Progress (%)
	[From:Apr 1, 2020 To :Dec 31, 2020]		[From:Apr 1, 2019 To :Dec 31, 2019]			Rate(%)		
Construction Contracts	839.2		986.2		(146.9)	(14.9)	1,200.0	69.9
[Architectural Construction]	[647.4]		[780.6]		[(133.2)]	[(17.1)]	[935.0]	[69.2]
[Civil Engineering]	[191.8]		[205.5]		[(13.7)]	[(6.7)]	[265.0]	[72.4]
Gross Profit	12.4% 103.7		12.8% 126.2		(22.5)	(17.8)	10.6% 127.0	81.7
[Architectural Construction]	[9.3% 59.9]		[11.1% 87.0]		[(27.1)]	[(31.1)]	[8.4% 79.0]	[75.9]
[Civil Engineering]	[22.8% 43.7]		[19.1% 39.1]		[4.5]	[11.7]	[18.1% 48.0]	[91.2]
Real Estate and Other	43.0		47.3		(4.2)	(9.0)	75.0	57.4
Gross Profit	23.4% 10.0		23.2% 10.9		(0.9)	(8.4)	21.3% 16.0	62.9
Net Sales	882.2		1,033.5		(151.2)	(14.6)	1,275.0	69.2
Gross Profit	12.9% 113.7		13.3% 137.1		(23.4)	(17.1)	11.2% 143.0	79.6
S, G & A Expenses	50.1		51.0		(0.9)	(1.8)	72.0	69.7
Operating Income	7.2% 63.6		8.3% 86.1		(22.5)	(26.2)	5.6% 71.0	89.6
Net Financial Revenue	6.6		9.4		(2.7)	(29.6)	5.5	—
Others	0.4		(0.2)		0.6	—	0.0	—
Ordinary Income	8.0% 70.6		9.2% 95.2		(24.6)	(25.8)	6.0% 76.5	92.4
Special Gains (Losses)	5.0		6.6		(1.6)	(24.2)	5.0	—
Income Before Taxes	75.6		101.9		(26.2)	(25.7)	81.5	92.9
Income Taxes	22.2		32.3		(10.0)	(31.0)	24.0	—
Net Income	6.1% 53.3		6.7% 69.6		(16.2)	(23.3)	4.5% 57.5	92.9

(Nonconsolidated)	Current Third Quarter		Previous Fiscal Year		Increase(Decrease)	
	[Dec 31, 2020]		[Mar 31, 2020]			Rate(%)
Interest-bearing Debt	371.0		326.8		44.2	13.5
[Nonrecourse Borrowings]	[29.6]		[—]		[29.6]	[—]

(*) Breakdown of construction contracts and gross profit for the nonconsolidated forecast has been changed.

PERFORMANCE FORECASTS

(1) Consolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		〔 From:Apr 1, 2019 To :Mar 31, 2020 〕		Rate(%)	
Construction Contracts		1,320.0		1,517.8	(197.8)	(13.0)
Gross Profit	11.2%	148.0	13.1%	198.7	(50.7)	(25.5)
Real Estate and Other		165.0		180.4	(15.4)	(8.5)
Gross Profit	14.8%	24.5	14.9%	26.9	(2.4)	(8.9)
Net Sales		1,485.0		1,698.2	(213.2)	(12.6)
Gross Profit	11.6%	172.5	13.3%	225.6	(53.1)	(23.6)
S, G & A Expenses		90.0		91.7	(1.7)	(1.9)
Operating Income	5.6%	82.5	7.9%	133.8	(51.3)	(38.4)
Net Financial Revenue		1.0		5.2	(4.2)	(81.0)
Others		0.5		(1.1)	1.6	—
Ordinary Income	5.7%	84.0	8.1%	137.9	(53.9)	(39.1)
Special Gains (Losses)		5.0		3.3	1.6	48.6
Income Before Taxes		89.0		141.3	(52.3)	(37.0)
Income Taxes		28.0		42.2	(14.2)	(33.7)
Net Income Attributable to Non-Controlling Interests		0.0		0.1	(0.1)	(100.0)
Net Income Attributable to Shareholders of the Corporation	4.1%	61.0	5.8%	98.9	(37.9)	(38.4)
Interest-bearing Debt		Less than 530.0		441.3	88.6	20.1

(2) Nonconsolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		〔 From:Apr 1, 2019 To :Mar 31, 2020 〕		Rate(%)	
Construction Contracts		1,200.0		1,356.7	(156.7)	(11.6)
[Architectural Construction]		[935.0]		[1,073.4]	[(138.4)]	[(12.9)]
[Civil Engineering]		[265.0]		[283.2]	[(18.2)]	[(6.4)]
Gross Profit	10.6%	127.0	13.0%	176.1	(49.1)	(27.9)
[Architectural Construction]	8.4%	[79.0]	11.4%	[122.4]	[(43.4)]	[(35.5)]
[Civil Engineering]	18.1%	[48.0]	19.0%	[53.7]	[(5.7)]	[(10.7)]
Real Estate and Other		75.0		60.8	14.1	23.2
Gross Profit	21.3%	16.0	21.5%	13.0	2.9	22.2
Net Sales		1,275.0		1,417.6	(142.6)	(10.1)
Gross Profit	11.2%	143.0	13.4%	189.2	(46.2)	(24.4)
S, G & A Expenses		72.0		73.9	(1.9)	(2.7)
Operating Income	5.6%	71.0	8.1%	115.2	(44.2)	(38.4)
Net Financial Revenue		5.5		9.4	(3.9)	(41.6)
Others		0.0		(2.0)	2.0	—
Ordinary Income	6.0%	76.5	8.7%	122.6	(46.1)	(37.6)
Special Gains (Losses)		5.0		3.3	1.6	50.4
Income Before Taxes		81.5		126.0	(44.5)	(35.3)
Income Taxes		24.0		36.6	(12.6)	(34.5)
Net Income	4.5%	57.5	6.3%	89.3	(31.8)	(35.7)
Interest-bearing Debt		Less than 390.0		326.8	63.1	19.3

(*) Breakdown of construction contracts and gross profit for the nonconsolidated current fiscal year forecast has been changed.

BREAKDOWN OF SALES AND GROSS PROFIT (NONCONSOLIDATED)

(1) Performance Results

(Billions of Yen)

	Current Third Quarter Result 〔 From:Apr 1, 2020 To :Dec 31, 2020 〕			Previous Third Quarter Result 〔 From:Apr 1, 2019 To :Dec 31, 2019 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	625.2	10.3%	64.2	744.2	11.6%	86.4	(119.0)	(16.0%)	(22.1)	(25.6%)	
Overseas	22.1	(19.6)	(4.3)	36.3	1.6	0.5	(14.1)	(39.0)	(4.9)	—	
Sub total	647.4	9.3	59.9	780.6	11.1	87.0	(133.2)	(17.1)	(27.1)	(31.1)	
Civil Engineering											
Domestic	179.2	24.5	43.9	188.6	18.9	35.6	(9.4)	(5.0)	8.3	23.3	
Overseas	12.6	(1.5)	(0.1)	16.9	20.8	3.5	(4.3)	(25.5)	(3.7)	—	
Sub total	191.8	22.8	43.7	205.5	19.1	39.1	(13.7)	(6.7)	4.5	11.7	
Domestic	804.4	13.5	108.2	932.9	13.1	122.0	(128.4)	(13.8)	(13.8)	(11.4)	
Overseas	34.7	(13.0)	(4.5)	53.2	7.7	4.1	(18.5)	(34.7)	(8.6)	—	
Total	839.2	12.4	103.7	986.2	12.8	126.2	(146.9)	(14.9)	(22.5)	(17.8)	
Real Estate and Other	43.0	23.4	10.0	47.3	23.2	10.9	(4.2)	(9.0)	(0.9)	(8.4)	
Grand Total	882.2	12.9	113.7	1,033.5	13.3	137.1	(151.2)	(14.6)	(23.4)	(17.1)	

(2) Performance Forecasts

(Billions of Yen)

	Current Fiscal Year Forecast 〔 From:Apr 1, 2020 To :Mar 31, 2021 〕			Previous Fiscal Year Result 〔 From:Apr 1, 2019 To :Mar 31, 2020 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	900.0	9.5%	85.5	1,022.4	12.0%	122.9	(122.4)	(12.0%)	(37.4)	(30.5%)	
Overseas	35.0	(18.6)	(6.5)	50.9	(1.1)	(0.5)	(15.9)	(31.4)	(5.9)	—	
Sub total	935.0	8.4	79.0	1,073.4	11.4	122.4	(138.4)	(12.9)	(43.4)	(35.5)	
Civil Engineering											
Domestic	250.0	19.6	49.0	262.3	19.0	49.7	(12.3)	(4.7)	(0.7)	(1.4)	
Overseas	15.0	(6.7)	(1.0)	20.9	19.2	4.0	(5.9)	(28.4)	(5.0)	—	
Sub total	265.0	18.1	48.0	283.2	19.0	53.7	(18.2)	(6.4)	(5.7)	(10.7)	
Domestic	1,150.0	11.7	134.5	1,284.7	13.4	172.6	(134.7)	(10.5)	(38.1)	(22.1)	
Overseas	50.0	(15.0)	(7.5)	71.9	4.8	3.4	(21.9)	(30.5)	(10.9)	—	
Total	1,200.0	10.6	127.0	1,356.7	13.0	176.1	(156.7)	(11.6)	(49.1)	(27.9)	
Real Estate and Other	75.0	21.3	16.0	60.8	21.5	13.0	14.1	23.2	2.9	22.2	
Grand Total	1,275.0	11.2	143.0	1,417.6	13.4	189.2	(142.6)	(10.1)	(46.2)	(24.4)	

(*) Breakdown of sales and gross profit for the current fiscal year forecast has been changed.

CONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Third Quarter [Dec 31, 2020]	Previous Fiscal Year [Mar 31, 2020]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	161,124	351,722	(190,598)
Notes and accounts receivable-trade	450,789	546,148	(95,358)
Marketable securities (*)	125,000	1,020	123,980
Real estate for sale	11,090	2,836	8,254
Costs on uncompleted construction contracts	84,109	77,949	6,159
Costs on uncompleted real estate development projects	17,426	16,472	953
PFI projects and other inventories	49,276	47,883	1,393
Other current assets	122,771	102,651	20,119
Less: Allowance for doubtful accounts	(725)	(775)	49
Total current assets	1,020,862	1,145,908	(125,046)
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	150,726	149,310	1,415
Machinery, vehicles, tools, furniture and fixtures	24,165	20,011	4,153
Land	223,572	207,472	16,099
Construction in progress	65,435	31,645	33,790
Total tangible fixed assets	463,899	408,440	55,459
Intangible fixed assets	18,494	12,091	6,403
Investments and other assets:			
Investment securities	335,871	319,598	16,273
Other investments	21,395	20,852	543
Less: Allowance for doubtful accounts	(1,931)	(1,957)	26
Total investments and other assets	355,336	338,493	16,842
Total non-current assets	837,730	759,025	78,705
Total assets	1,858,592	1,904,934	(46,341)

(*) Marketable securities includes following amounts of negotiable certificate of deposits.

As of Dec 31, 2020: 125,000 million yen

As of Mar 31, 2020: 1,000 million yen

(Millions of Yen)

	Current Third Quarter [Dec 31, 2020]	Previous Fiscal Year [Mar 31, 2020]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes and accounts payable-trade	265,730	319,164	(53,434)
Short-term borrowings	148,108	112,774	35,333
Current portion of non-recourse borrowings	8,278	6,957	1,321
Commercial papers	30,000	80,000	(50,000)
Current portion of bonds payable	20,000	10,000	10,000
Current portion of convertible bond-type bonds with subscription rights to shares	—	30,016	(30,016)
Current portion of non-recourse bonds payable	1,265	2,764	(1,499)
Advances received on uncompleted construction contracts	88,697	101,390	(12,693)
Warranty reserve	3,521	3,932	(410)
Reserve for expected losses on construction contracts in process	5,262	6,071	(809)
Reserve for directors' bonuses	—	289	(289)
Reserve for loss on anti-monopoly act	—	1,820	(1,820)
Other current liabilities	131,405	196,372	(64,966)
Total current liabilities	702,270	871,553	(169,283)
Non-Current Liabilities:			
Bonds payable	100,000	60,000	40,000
Non-recourse bonds payable	22,286	23,235	(948)
Long-term borrowings	78,282	70,360	7,922
Non-recourse borrowings	67,268	45,207	22,061
Net defined benefit liability	57,467	57,293	174
Other non-current liabilities	50,209	40,872	9,336
Total non-current liabilities	375,514	296,968	78,545
Total liabilities	1,077,784	1,168,521	(90,737)
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,116	43,116	0
Retained earnings	541,636	510,873	30,762
[Contingent Reserve]	[355,600]	[295,200]	[60,400]
Less: Treasury stock, at cost	(21,615)	(21,613)	(1)
Total shareholders' equity	637,503	606,741	30,761
Accumulated Other Comprehensive Income:			
Net unrealized gain (loss) on other securities, net of taxes	119,012	104,898	14,114
Deferred gain (loss) on hedging, net of taxes	86	(169)	255
Revaluation reserve for land, net of taxes	25,864	25,864	—
Foreign currency translation adjustments	(3,456)	(1,985)	(1,471)
Remeasurements of defined benefit plans	(4,049)	(4,870)	821
Total accumulated other comprehensive income	137,457	123,737	13,720
Non-controlling Interests	5,847	5,932	(85)
Total net assets	780,808	736,412	44,395
Total liabilities and net assets	1,858,592	1,904,934	(46,341)

(Reference)

Interest-bearing debt	475,489	441,315	34,174
[Nonrecourse borrowings and bonds]	[99,098]	[78,164]	[20,934]

CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Third Quarter 〔 From:Apr 1, 2020 〕 〔 To :Dec 31, 2020 〕		Previous Third Quarter 〔 From:Apr 1, 2019 〕 〔 To :Dec 31, 2019 〕		Increase (Decrease)
Net Sales:					
Construction contracts		925,453		1,097,808	(172,354)
Real estate development and other		105,125		140,968	(35,842)
Total net sales		1,030,579		1,238,776	(208,196)
Cost of Sales:					
Construction contracts		809,316		956,737	(147,420)
Real estate development and other		88,184		121,310	(33,125)
Total cost of sales		897,500		1,078,047	(180,546)
Gross profit:					
Construction contracts	[12.5%]	116,137	[12.9%]	141,070	(24,933)
Real estate development and other	[16.1%]	16,941	[13.9%]	19,658	(2,716)
Total gross profit	12.9%	133,078	13.0%	160,728	(27,650)
Selling, General and Administrative Expenses		62,458		63,670	(1,211)
Operating income	6.9%	70,619	7.8%	97,057	(26,438)
Non-Operating Income:					
Interest income		776		794	(18)
Dividend income		4,361		6,230	(1,868)
Foreign exchange gain		793		—	793
Other non-operating income		2,132		1,988	144
Total non-operating income		8,064		9,013	(948)
Non-Operating Expenses:					
Interest expenses		2,182		1,625	557
Foreign exchange loss		—		7	(7)
Other non-operating expenses		1,331		914	417
Total non-operating expenses		3,514		2,548	966
Ordinary income	7.3%	75,169	8.4%	103,522	(28,353)
Special Gains:					
Gain on sales of fixed assets		187		62	124
Gain on sales of investment securities		11,813		7,517	4,295
Reversal of reserve for loss on anti-monopoly act		616		—	616
Total special gains		12,617		7,579	5,037
Special Losses:					
Loss on sales of fixed assets		7		0	6
Loss on sales of investment securities		19		117	(98)
Loss on devaluation of investment securities		3,240		789	2,450
Loss related to infectious diseases		4,188		—	4,188
Total special losses		7,454		907	6,547
Income before income taxes		80,331		110,195	(29,863)
Income taxes		25,050		36,398	(11,348)
Net income		55,280		73,796	(18,515)
Net income (loss) attributable to non-controlling interests		63		(57)	121
Net income attributable to shareholders of the Corporation	5.4%	55,217	6.0%	73,853	(18,636)

(Reference)

Interest and dividend income	5,138	7,025	(1,886)
Interest expenses	2,182	1,625	557
Net financial revenue	2,955	5,399	(2,443)

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of Yen)

	Current Third Quarter 〔 From:Apr 1, 2020 〕 〔 To :Dec 31, 2020 〕	Previous Third Quarter 〔 From:Apr 1, 2019 〕 〔 To :Dec 31, 2019 〕	Increase (Decrease)
Net income	55,280	73,796	(18,515)
Other comprehensive income:			
Net unrealized gain (loss) on other securities, net of taxes	14,062	1,252	12,810
Deferred gain (loss) on hedging, net of taxes	255	(18)	273
Foreign currency translation adjustment	(1,731)	(707)	(1,023)
Remeasurements of defined benefit plans	808	609	199
Share of other comprehensive income of associates accounted for using equity method	96	57	38
Total other comprehensive income	13,491	1,193	12,298
Comprehensive income	68,772	74,989	(6,216)
Comprehensive income attributable to:			
Shareholders of the Corporation	68,937	74,952	(6,015)
Non-controlling interests	(164)	37	(201)

NONCONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Third Quarter [Dec 31, 2020]	Previous Fiscal Year [Mar 31, 2020]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	100,974	269,962	(168,987)
Notes receivable and accounts receivable from completed construction contracts	429,947	503,830	(73,883)
Marketable securities (*)	125,000	1,000	124,000
Real estate for sale	8,104	0	8,104
Costs on uncompleted construction contracts	77,586	73,805	3,781
Costs on uncompleted real estate development projects	5,432	5,885	(453)
Other current assets	116,447	96,479	19,967
Less: Allowance for doubtful accounts	(675)	(713)	38
Total current assets	862,816	950,249	(87,432)
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	120,353	123,343	(2,990)
Machinery, vehicles, tools, furniture and fixtures	12,515	8,885	3,630
Land	166,821	152,820	14,001
Construction in progress	53,554	23,199	30,354
Total tangible fixed assets	353,244	308,248	44,996
Intangible fixed assets	13,179	6,567	6,611
Investments and other assets:			
Investment securities	345,826	327,528	18,297
Other investments	14,361	13,910	451
Less: Allowance for doubtful accounts	(2,035)	(2,075)	40
Total investments and other assets	358,152	339,362	18,789
Total non-current assets	724,576	654,179	70,397
Total assets	1,587,393	1,604,429	(17,035)

(*) Marketable securities includes following amounts of negotiable certificate of deposits.

As of Dec 31, 2020: 125,000 million yen

As of Mar 31, 2020: 1,000 million yen

(Millions of Yen)

	Current Third Quarter [Dec 31, 2020]	Previous Fiscal Year [Mar 31, 2020]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes payable and accounts payable for construction contracts	228,112	269,070	(40,957)
Short-term borrowings	129,474	93,373	36,100
Current portion of non-recourse borrowings	1,300	—	1,300
Commercial papers	30,000	80,000	(50,000)
Current portion of bonds payable	20,000	10,000	10,000
Current portion of convertible bond-type bonds with subscription rights to shares	—	30,016	(30,016)
Advances received on uncompleted construction contracts	79,102	90,943	(11,840)
Warranty reserve	3,394	3,806	(411)
Reserve for expected losses on construction contracts in process	4,885	5,729	(844)
Reserve for directors' bonuses	—	289	(289)
Reserve for loss on anti-monopoly act	—	1,820	(1,820)
Other current liabilities	145,392	202,690	(57,298)
Total current liabilities	641,661	787,738	(146,076)
Non-Current Liabilities:			
Bonds payable	100,000	60,000	40,000
Long-term borrowings	61,922	53,436	8,485
Non-recourse borrowings	28,375	—	28,375
Reserve for employees' retirement benefits	45,216	44,476	739
Other non-current liabilities	47,208	38,634	8,573
Total non-current liabilities	282,722	196,547	86,174
Total liabilities	924,384	984,286	(59,901)
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,144	43,144	0
Retained earnings	423,262	394,316	28,945
[Contingent Reserve]	[355,600]	[295,200]	[60,400]
Less: Treasury stock, at cost	(21,192)	(21,191)	(1)
Total shareholders' equity	519,579	490,635	28,944
Valuation and Translation Adjustments:			
Net unrealized gain (loss) on other securities, net of taxes	117,478	103,811	13,666
Deferred gain (loss) on hedging, net of taxes	86	(168)	255
Revaluation reserve for land, net of taxes	25,864	25,864	—
Total valuation and translation adjustments	143,429	129,507	13,922
Total net assets	663,009	620,143	42,866
Total liabilities and net assets	1,587,393	1,604,429	(17,035)

(Reference)

Interest-bearing debt	371,071	326,826	44,245
[Nonrecourse borrowings]	[29,675]	[—]	[29,675]

NONCONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Third Quarter 〔 From:Apr 1, 2020 〕 〔 To :Dec 31, 2020 〕		Previous Third Quarter 〔 From:Apr 1, 2019 〕 〔 To :Dec 31, 2019 〕		Increase (Decrease)
Net Sales:					
Construction contracts		839,228		986,221	(146,993)
Real estate development and other		43,054		47,337	(4,283)
Total net sales		882,282		1,033,559	(151,276)
Cost of Sales:					
Construction contracts		735,526		860,014	(124,488)
Real estate development and other		32,989		36,351	(3,361)
Total cost of sales		768,516		896,366	(127,850)
Gross profit:					
Construction contracts	[12.4%]	103,702	[12.8%]	126,207	(22,504)
Real estate development and other	[23.4%]	10,064	[23.2%]	10,986	(921)
Total gross profit	12.9%	113,766	13.3%	137,193	(23,426)
Selling, General and Administrative Expenses		50,160		51,063	(902)
Operating income	7.2%	63,606	8.3%	86,130	(22,523)
Non-Operating Income:					
Interest income		353		302	50
Dividend income		7,688		10,258	(2,570)
Foreign exchange gain		851		35	816
Other non-operating income		693		547	145
Total non-operating income		9,586		11,144	(1,557)
Non-Operating Expenses:					
Interest expenses		1,395		1,123	271
Other non-operating expenses		1,134		858	276
Total non-operating expenses		2,530		1,982	548
Ordinary income	8.0%	70,663	9.2%	95,292	(24,629)
Special Gains:					
Gain on sales of fixed assets		0		30	(29)
Gain on sales of investment securities		11,793		7,508	4,284
Reversal of reserve for loss on anti-monopoly act		616		—	616
Total special gains		12,410		7,538	4,872
Special Losses:					
Loss on sales of fixed assets		1		0	0
Loss on sales of investment securities		19		117	(98)
Loss on devaluation of investment securities		3,240		789	2,450
Loss related to infectious diseases		4,123		—	4,123
Total special losses		7,383		907	6,476
Income before income taxes		75,689		101,924	(26,234)
Provision for income taxes		22,290		32,318	(10,028)
Net income	6.1%	53,399	6.7%	69,606	(16,206)

(Reference)

Interest and dividend income	8,041	10,561	(2,519)
Interest expenses	1,395	1,123	271
Net financial revenue	6,646	9,438	(2,791)

BREAKDOWN OF ORDERS (NONCONSOLIDATED)

(Millions of Yen)

	Current Third Quarter Result 〔 From:Apr 1, 2020 〕 〔 To :Dec 31, 2020 〕		Previous Third Quarter Result 〔 From:Apr 1, 2019 〕 〔 To :Dec 31, 2019 〕		Increase (Decrease)		Current Fiscal Year Forecast 〔 From:Apr 1, 2020 〕 〔 To :Mar 31, 2021 〕	Progress (%)
		Proportion (%)		Proportion (%)		Rate (%)		
Construction business (orders)								
Architectural Construction								
Domestic	496,751	70.3	517,170	71.7	(20,418)	(3.9)	840,000	59.1
Overseas	14,491	2.0	59,486	8.2	(44,994)	(75.6)	15,000	96.6
Sub total	511,243	72.3	576,656	79.9	(65,413)	(11.3)	855,000	59.8
Civil Engineering								
Domestic	193,871	27.4	90,598	12.6	103,272	114.0	220,000	88.1
Overseas	2,066	0.3	54,433	7.5	(52,367)	(96.2)	25,000	8.3
Sub total	195,937	27.7	145,032	20.1	50,904	35.1	245,000	80.0
Domestic	690,622	97.7	607,768	84.3	82,853	13.6	1,060,000	65.2
Overseas	16,558	2.3	113,920	15.7	(97,361)	(85.5)	40,000	41.4
Total	707,180	100	721,688	100	(14,508)	(2.0)	1,100,000	64.3
Real Estate and Other	30,000		26,761		3,238	12.1	70,000	42.9
Grand Total	737,180		748,450		(11,269)	(1.5)	1,170,000	63.0

(Reference: Overseas Construction Orders)

(Millions of Yen)

	Current Third Quarter Result 〔 From:Apr 1, 2020 〕 〔 To :Dec 31, 2020 〕		Previous Third Quarter Result 〔 From:Apr 1, 2019 〕 〔 To :Dec 31, 2019 〕		Increase (Decrease)		Current Fiscal Year Forecast 〔 From:Apr 1, 2020 〕 〔 To :Mar 31, 2021 〕	Progress (%)
						Rate (%)		
Shimizu Corporation	16,558		113,920		(97,361)	(85.5)	40,000	41.4
Subsidiaries	16,523		22,056		(5,533)	(25.1)	35,000	47.2
Total	33,081		135,976		(102,895)	(75.7)	75,000	44.1

(*) Forecasts have not been changed from the announcement made on Nov 9, 2020.

ORDERS, SALES AND BACKLOG (NONCONSOLIDATED)
for the nine months ended December 31, 2019 and 2020

(1) Construction orders awarded and contracts

(Millions of Yen)

		Current Third Quarter 〔 From:Apr 1, 2020 To :Dec 31, 2020 〕	Previous Third Quarter 〔 From:Apr 1, 2019 To :Dec 31, 2019 〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	496,751	517,170	(20,418)	(3.9)
	Overseas	14,491	59,486	(44,994)	(75.6)
	Sub total	511,243	576,656	(65,413)	(11.3)
Civil Engineering	Domestic	193,871	90,598	103,272	114.0
	Overseas	2,066	54,433	(52,367)	(96.2)
	Sub total	195,937	145,032	50,904	35.1
Construction business (orders)		707,180	721,688	(14,508)	(2.0)
Real estate development and other (contracts)		30,000	26,761	3,238	12.1
Total		737,180	748,450	(11,269)	(1.5)

(2) Net sales

(Millions of Yen)

		Current Third Quarter 〔 From:Apr 1, 2020 To :Dec 31, 2020 〕	Previous Third Quarter 〔 From:Apr 1, 2019 To :Dec 31, 2019 〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	625,222	744,271	(119,048)	(16.0)
	Overseas	22,181	36,362	(14,181)	(39.0)
	Sub total	647,403	780,633	(133,229)	(17.1)
Civil Engineering	Domestic	179,212	188,654	(9,441)	(5.0)
	Overseas	12,612	16,934	(4,321)	(25.5)
	Sub total	191,824	205,588	(13,763)	(6.7)
Construction business		839,228	986,221	(146,993)	(14.9)
Real estate development and other		43,054	47,337	(4,283)	(9.0)
Total		882,282	1,033,559	(151,276)	(14.6)

(3) Backlog

(Millions of Yen)

		Current Third Quarter [Dec 31, 2020]	Previous Third Quarter [Dec 31, 2019]	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,181,430	1,250,625	(69,195)	(5.5)
	Overseas	98,275	126,927	(28,651)	(22.6)
	Sub total	1,279,705	1,377,552	(97,846)	(7.1)
Civil Engineering	Domestic	368,325	330,372	37,952	11.5
	Overseas	118,541	88,095	30,445	34.6
	Sub total	486,866	418,468	68,398	16.3
Construction business		1,766,572	1,796,020	(29,448)	(1.6)
Real estate development and other		83,597	57,343	26,254	45.8
Total		1,850,170	1,853,363	(3,193)	(0.2)

ORDERS AND CONTRACTS FORECAST (NONCONSOLIDATED)
for the fiscal year ending March 2021

(Billions of Yen)

		Current Fiscal Year Forecast 〔 From:Apr 1, 2020 To :Mar 31, 2021 〕	Previous Fiscal Year Result 〔 From:Apr 1, 2019 To :Mar 31, 2020 〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	840.0	854.6	(14.6)	(1.7)
	Overseas	15.0	53.1	(38.1)	(71.8)
	Sub total	855.0	907.7	(52.7)	(5.8)
Civil Engineering	Domestic	220.0	187.5	32.4	17.3
	Overseas	25.0	99.4	(74.4)	(74.9)
	Sub total	245.0	286.9	(41.9)	(14.6)
Construction business (orders)		1,100.0	1,194.7	(94.7)	(7.9)
Real estate development and other (contracts)		70.0	79.6	(9.6)	(12.1)
Total		1,170.0	1,274.4	(104.4)	(8.2)

(Reference: Overseas Construction Orders)

(Billions of Yen)

		Current Fiscal Year Forecast 〔 From:Apr 1, 2020 To :Mar 31, 2021 〕	Previous Fiscal Year Result 〔 From:Apr 1, 2019 To :Mar 31, 2020 〕	Increase (Decrease)	
					Rate(%)
Shimizu Corporation		40.0	152.5	(112.5)	(73.8)
Subsidiaries		35.0	33.9	1.0	3.1
Total		75.0	186.5	(111.5)	(59.8)

(*) Forecasts have not been changed from the announcement made on Nov 9, 2020.